



COUNCILMEMBER DONNA FRYE

City of San Diego
Sixth District

MEMORANDUM

DATE: March 20, 2007

TO: Greg Levin, Assistant City Auditor

FROM: Councilmember Donna Frye

SUBJECT: Independent Auditor's Report

Donna Frye

The Independent Auditor's Report from KPMG, dated March 12, 2007, but received March 16, 2007 stated that, "...we have also issued our report dated March 12, 2007 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit."

After speaking with representatives from KPMG at today's Audit Committee meeting, it is my understanding that this March 12, 2007 report will be delivered to the city within the next two weeks. When this report is available please deliver a copy to each City Councilmember. Thank you for your attention to this matter.

DF/ks